

RMS



17005926

**FORM X-17A-5  
PART III****OMB APPROVAL**

OMB Number: 3235-0123  
 Expires: May 31, 2017  
 Estimated average burden  
 hours per response..... 12.00

**SEC FILE NUMBER**

8-67019

**FACING PAGE****Information Required of Brokers and Dealers Pursuant to Section 17 of the  
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder**

REPORT FOR THE PERIOD BEGINNING 01/01/16 AND ENDING 12/31/16  
 MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**NAME OF BROKER-DEALER: Alderman & Company Capital, LLC

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

35 Warrington Round

(No. and Street)

DanburyCT06810

(City)

(State)

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT

Lee J. MacLeod 716-799-5700

(Area Code – Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*

Knight Rolleri Sheppard CPAS, LLP

(Name – if individual, state last, first, middle name)

1499 Post Rd, PO Box 139, Suite 1040, 2nd Fl Rear FairfieldCT06824

(Address)

(City)

(State)

**SEC**

(Zip Code)

**Mail Processing  
Section****CHECK ONE:**

Certified Public Accountant



Public Accountant



Accountant not resident in United States or any of its possessions.

**FEB 27 2017****Washington DC  
413****FOR OFFICIAL USE ONLY**

\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

SEC 1410 (06-02)

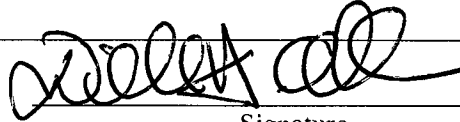
Potential persons who are to respond to the collection of  
 information contained in this form are not required to respond  
 unless the form displays a currently valid OMB control number.

CM

## OATH OR AFFIRMATION

I, William H. Alderman, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Alderman & Company Capital, LLC, as of December 31, 20 16, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

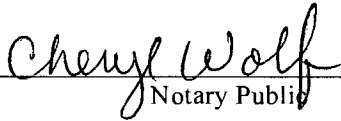
None



Signature

President

Title



Notary Public

CHERYL WOLF  
NOTARY PUBLIC  
MY COMMISSION EXPIRES 3/31/2020

This report \*\* contains (check all applicable boxes):

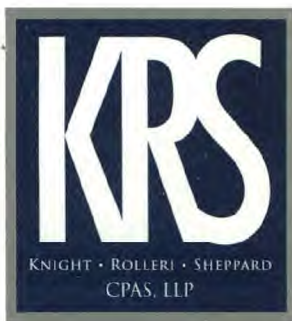
- ☒ (a) Facing Page.
- ☒ (b) Statement of Financial Condition.
- ☒ (c) Statement of Income (Loss).
- ☒ (d) Statement of Changes in Financial Condition.
- ☒ (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' Capital.
- ☐ (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- ☒ (g) Computation of Net Capital.
- ☐ (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- ☐ (i) Information Relating to the Possession or Control Requirements Under Rule 15c3-3.
- ☒ (j) A Reconciliation, including appropriate explanation of the Computation of Net Capital Under Rule 15c3-1 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- ☐ (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- ☒ (l) An Oath or Affirmation.
- ☒ (m) A copy of the SIPC Supplemental Report.
- ☐ (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

\*\*For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

**Alderman & Company Capital, LLC**

**Table of Contents**

Report of Independent Registered Public Accounting Firm	1
Statements of Financial Condition	2
Statements of Income	3
Statement of Changes in Member's Equity	4
Statements of Cash Flows	5
Notes to Financial Statements	6-7
Supplementary Schedules	
Schedule I – Computation of Net Capital Under Rule 15c3-1 of the Securities and Exchange Commission	8
Schedule II – Reconciliation of Net Capital From Quarterly Focus – Rule 17a-5(d)(4) of the Securities and Exchange Commission to Annual Audited Financial Statements	9
Review Report of Independent Registered Public Accounting Firm on Exemption Report	10
Statement Regarding Exemptive Provision under Rule 15c3-3 of the Securities and Exchange Commission	11
Independent Accountant's Agreed-Upon Procedures Report On Schedule of Assessment and Payments (Form SIPC-7)	12
Determination of SIPC Net Operating Revenues and General Assessment	13-14



Knight • Rolleri • Sheppard, CPAS, LLP  
Michael J. Knight, CPA, CVA, CFE, ABV  
John M. Rolleri, CPA, CFE  
Ryan C. Sheppard, CPA, CFF

## **REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To the Member of  
Alderman & Company Capital, LLC

We have audited the accompanying statements of financial condition of Alderman & Company Capital, LLC (a Connecticut limited liability company) as of December 31, 2016 and 2015, and the related statements of operations, changes in member's equity and cash flows for the years then ended. These financial statements are the responsibility of Alderman & Company Capital, LLC's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Alderman & Company Capital, LLC as of December 31, 2016 and 2015, and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

The Computation of Net Capital Under Rule 15c3-1 and Reconciliation of Net Capital from Quarterly Focus – Rule 17a-5(d)(4) of the Securities and Exchange Commission has been subjected to audit procedures performed in conjunction with the audits of Alderman & Company Capital, LLC's financial statements. The supplemental information is the responsibility of Alderman & Company Capital, LLC's management. Our audit procedures included determining whether the supplemental information reconciles to the financial statements or the underlying accounting and other records, as applicable, and performing procedures to test the completeness and accuracy of the information presented in the supplemental information. In forming our opinion on the supplemental information, we evaluated whether the supplemental information, including its form and content, is presented in conformity with 17 C.F.R. §240.17a-5. In our opinion, the Computation of Net Capital Under Rule 15c3-1 and Reconciliation of Net Capital from Quarterly Focus – Rule 17a-5(d)(4) of the Securities and Exchange Commission is fairly stated, in all material respects, in relation to the financial statements as a whole.

***Knight Rolleri Sheppard CPAS, LLP***

Knight Rolleri Sheppard CPAS, LLP  
Fairfield, Connecticut  
February 15, 2017

**Alderman & Company Capital, LLC**  
**Statements of Financial Condition**  
**December 31, 2016 and 2015**

	<u>2016</u>	<u>2015</u>
<u><b>Assets</b></u>		
<b>Current assets</b>		
Cash and equivalents	\$ 67,131	\$ 127,965
Prepaid expenses	1,750	1,830
Total current assets	<u>68,881</u>	<u>129,795</u>
<b>Property and equipment</b>		
Electronic data processing equipment	4,218	5,351
Accumulated depreciation	<u>(2,221)</u>	<u>(5,066)</u>
Net property and equipment	<u>1,997</u>	<u>285</u>
Total assets	<u><u>\$ 70,878</u></u>	<u><u>\$ 130,080</u></u>

**Liabilities and Member's Equity**

<b>Current liabilities</b>		
Accounts payable	\$ 600	\$ 900
Accrued liabilities	<u>12,250</u>	<u>11,125</u>
Total current liabilities	12,850	12,025
<b>Member's equity</b>	58,028	118,055
Total liabilities and member's equity	<u><u>\$ 70,878</u></u>	<u><u>\$ 130,080</u></u>

See report of independent registered public accounting firm and notes to financial statements.

**Alderman & Company Capital, LLC**  
**Statements of Income**  
**For the Years Ended December 31, 2016 and 2015**

	<u>2016</u>	<u>2015</u>
<b>Fee revenue and reimbursed expenses</b>	<b>\$ 322,590</b>	<b>\$ 1,311,447</b>
<b>Operating expenses</b>		
Accounting and audit fees	24,452	24,850
Airfare	5,209	15,927
Bank charges	126	248
Computer software and supplies	367	786
Conferences	13,937	270
Connectivity charges	12,315	8,995
Consultants	7,800	7,800
Depreciation	810	906
Dues and subscriptions	2,699	59
Gas, parking and tolls	1,153	1,202
Hotel and lodging	11,072	9,009
Insurance	576	576
Legal	-	13,433
Local transportation	6,418	3,472
Marketing and promotion	11,332	26,656
Meals	1,498	1,065
Office supplies	1,825	1,708
Postage and printing	1,096	1,978
Regulatory fees	13,057	14,548
Taxes	145	353
Telephone	-	443
Total operating expenses	<u>115,887</u>	<u>134,284</u>
Income from operations	206,703	1,177,163
<b>Other income (expenses)</b>		
Interest income	17	33
Charitable contributions	(1,400)	-
Total other income (expenses)	<u>(1,383)</u>	<u>33</u>
Net income	<u><u>\$ 205,320</u></u>	<u><u>\$ 1,177,196</u></u>

See report of independent registered public accounting firm and notes to financial statements.

**Alderman & Company Capital, LLC**  
**Statement of Changes in Member's Equity**  
**For the Years Ended December 31, 2016 and 2015**

<b>Member's equity, December 31, 2014</b>	\$ 14,916
Member distributions during 2015	(1,074,057)
Net income, 2015	<u>1,177,196</u>
<b>Member's equity, December 31, 2015</b>	118,055
Member distributions during 2016	(265,347)
Net income, 2016	<u>205,320</u>
<b>Member's equity, December 31, 2016</b>	<u><u>\$ 58,028</u></u>

See report of independent registered public accounting firm and notes to financial statements.

**Alderman & Company Capital, LLC**  
**Statements of Cash Flows**  
**For the Years Ended December 31, 2016 and 2015**

	<u>2016</u>	<u>2015</u>
<b>Cash flows from operating activities:</b>		
Net income	\$ 205,320	\$ 1,177,196
Adjustments to reconcile changes in net income to cash provided by operating activities:		
Depreciation	810	906
Decrease in prepaid expenses	80	-
(Decrease) increase in accounts payable	(300)	300
Increase in accrued liabilities	1,125	1,875
Total adjustments	<u>1,715</u>	<u>3,081</u>
Net cash provided by operating activities	<u>207,035</u>	<u>1,180,277</u>
<b>Cash flows from investing activities:</b>		
Purchase of fixed assets	<u>(2,522)</u>	<u>-</u>
Net cash used in investing activities	<u>(2,522)</u>	<u>-</u>
<b>Cash flows from financing activities:</b>		
Member distributions	<u>(265,347)</u>	<u>(1,074,057)</u>
Net cash used in financing activities	<u>(265,347)</u>	<u>(1,074,057)</u>
<b>Net (decrease) increase in cash and equivalents</b>	<b>(60,834)</b>	<b>106,220</b>
<b>Beginning cash and equivalents</b>	<b>127,965</b>	<b>21,745</b>
<b>Ending cash and equivalents</b>	<u><u>\$ 67,131</u></u>	<u><u>\$ 127,965</u></u>

See report of independent registered public accounting firm and notes to financial statements.



**Alderman & Company Capital, LLC**  
**Notes to Financial Statements**  
**December 31, 2016 and 2015**  
**(See Report of Independent Registered Public Accounting Firm)**

**NOTE 1 – ORGANIZATION AND NATURE OF BUSINESS**

Alderman & Company Capital, LLC (the “Company”) is a registered broker-dealer with the Securities and Exchange Commission (SEC) and a member of the Financial Industry Regulatory Authority, Inc. (FINRA). The Company provides investment banking expertise to issuers in the aerospace and defense industries. The Company received its FINRA approval for membership on January 27, 2006. The Company’s sole member is William H. Alderman. The Company is exempt from Rule 15c3-3 of the SEC under paragraph (k)(2)(i) of that rule.

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of accounting** - The Company maintains its books and records on the accrual basis of accounting for financial reporting purposes, which is in accordance with U.S. generally accepted accounting principles and is required by the SEC and FINRA.

**Cash and equivalents** – For the purposes of the statements of cash flows, the Company considers cash in banks and all highly liquid debt instruments with maturity of three months or less to be cash equivalents. The Company maintains its cash in bank deposit accounts, which, at times, may exceed federally insured limits. The Company has not experienced any losses in such accounts. The Company believes it is not exposed to any significant credit risk on cash.

**Revenue recognition** – Revenues from investment banking services are recognized when the transaction closes. Non-refundable retainers are recognized as revenue in accordance with the terms of the contract and may be applied against transaction fees upon closing.

**Use of accounting estimates** - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of certain assets and liabilities and disclosures. Accordingly, the actual amounts could differ from those estimates. Any adjustments applied to the estimated amounts are recognized in the year in which such adjustments are determined.

**Accounts receivable** - Accounts receivable are carried at cost. No allowance for uncollectable accounts was required at December 31, 2016 or 2015 since there were no accounts receivables at either year-end.

**Property and equipment** - Property and equipment are stated at cost. Depreciation is computed using the straight-line method over the estimated useful lives of the assets. Asset lives range from three to five years.

**Advertising** – The Company policy is to expense advertising as incurred.

**Income taxes** – The Company is a limited liability company treated as a disregarded entity. Accordingly, in lieu of Federal and state income taxes, the member is taxed on their proportionate share of the Company’s taxable income. Therefore, no provision or liability for Federal or state taxes has been included in these financial statements. The member’s tax years subject to examination by regulatory authorities are from December 31, 2013 and after.

**NOTE 3 – CONCENTRATIONS**

The Company has several contracts with clients that generate more than 10% of total annual revenues. For the year ended December 31, 2016, two clients accounted for 76% of total revenue. For the year ended December 31, 2015, a single client accounted for 60% of total revenue.

The Company operates in the aerospace and defense industry.

**Alderman & Company Capital, LLC**  
**Notes to Financial Statements**  
**December 31, 2016 and 2015**  
**(See Report of Independent Registered Public Accounting Firm)**

**NOTE 4 – NET CAPITAL REQUIREMENT**

The Company is subject to the SEC Uniform Net Capital Rule (Rule 15c3-1), which requires the maintenance of net capital and requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1. Rule 15c3-1 also provides that equity capital may not be withdrawn or cash dividends paid if the resulting net capital ratio would exceed 10 to 1. At December 31, 2016, the Company had net capital of \$54,281, which was \$49,281 in excess of its required net capital of \$5,000. The Company's ratio of indebtedness to net capital was .24 to 1.

**NOTE 5 – RELATED PARTY TRANSACTIONS**

The Company has engaged Myles Alderman, the managing partner's brother and a lawyer at Halloran & Sage, LLP, to perform legal services. Legal fees of \$8,433 were paid to Halloran & Sage, LLP in 2015.

In late 2015, Myles Alderman reopened the law firm of Alderman & Alderman, LLC. Legal fees of \$5,000 were paid to Alderman & Alderman, LLC in 2015. There were no legal fees paid to Alderman & Alderman, LLC in 2016.

The Company has two sister companies: Alderman & Company Advisors, LLC, a Connecticut registered investment advisor company, and Alderman & Company Consulting, LLC, a Connecticut consulting company. There were no transactions between the three companies in 2016 or 2015.

**NOTE 6 – SUBSEQUENT EVENTS**

In accordance with FASB Accounting Standards Codification 855, Subsequent Events, the Company has evaluated subsequent events to the statement of financial position date of December 31, 2016 through February 15, 2017, which is the date the financial statements were issued. Management has determined that there are no subsequent events that require disclosure.

**Alderman & Company Capital, LLC**  
**Computation of Net Capital Under Rule 15c3-1 of the**  
**Securities and Exchange Commission**  
**As of December 31, 2016**  
**Schedule I**

**Net Capital**

Total member's equity	\$ 58,028
Deduct member's equity not allowable for net capital	-
Total member's equity qualified for net capital	<u>58,028</u>
Additions/other credits:	-
Total member's equity and allowable subordinated liabilities	<u>58,028</u>
Deductions/other charges:	
Prepaid expenses	1,750
Net property and equipment	<u>1,997</u>
Total deductions/other charges	3,747
Net capital	<u><u>\$ 54,281</u></u>

**Aggregate indebtedness**

Accounts payable and accrued expenses	\$ 12,850
Total aggregate indebtedness	<u><u>\$ 12,850</u></u>

**Computation of basic net capital requirement**

Minimum net capital required	<u><u>\$ 5,000</u></u>
Excess net capital	<u><u>\$ 49,281</u></u>
Ratio: Aggregate indebtedness to net capital	<u><u>23.67%</u></u>

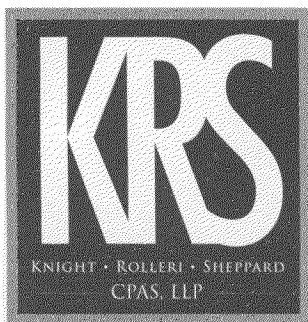
There are no material differences between the computations above and the computations included in the Company's corresponding unaudited Form X-17A-5 Part IIA filing.

**See report of independent registered public accounting firm.**

**Alderman & Company Capital, LLC**  
**Reconciliation of Net Capital from Quarterly Focus - Rule 17a-5(d)(4) of the**  
**Securities and Exchange Commission to Annual Audited Financial Statements**  
**As of December 31, 2016**  
**Schedule II**

<b><u>Net Capital as reported on 4th Quarter Focus Report</u></b>	<b>\$ 54,281</b>
<b><u>Adjustments from 4th Quarter Focus to Annual Audit</u></b>	
Audit adjustment	-
Total adjustments	<hr style="width: 100%; border: 0.5px solid black;"/> -
<b><u>Revised Net Capital as reported in the Annual Audit</u></b>	<b><u><u>\$ 54,281</u></u></b>

See report of independent registered public accounting firm.



Knight • Rolleri • Sheppard, CPAS, LLP  
Michael J. Knight, CPA, CVA, CFE, ABV  
John M. Rolleri, CPA, CFE  
Ryan C. Sheppard, CPA, CFF

## **REVIEW REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To the Member of  
Alderman & Company Capital, LLC

We have reviewed management's statements, included in the accompanying Statement Regarding Exemptive Provision, in which (1) Alderman & Company Capital, LLC identified the following provisions of 17 C.F.R. §15c3-3(k) under which Alderman & Company Capital, LLC claimed an exemption from 17 C.F.R. §240.15c3-3: (k)(2)(i) (the "exemption provisions") and (2) Alderman & Company Capital, LLC stated that Alderman & Company Capital, LLC met the identified exemption provisions throughout the most recent fiscal year without exception. Alderman & Company Capital, LLC's management is responsible for compliance with the exemption provisions and its statements.

Our review was conducted in accordance with the standards of the Public Company Accounting Oversight Board (United States) and, accordingly, included inquiries and other required procedures to obtain evidence about Alderman & Company Capital, LLC's compliance with the exemption provisions. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on management's statements. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to management's statements referred to above for them to be fairly stated, in all material respects, based on the provisions set forth in paragraph (k)(2)(i) of Rule 15c3-3 under the Securities Exchange Act of 1934.

***Knight Rolleri Sheppard CPAS, LLP***

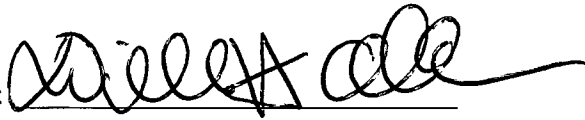
Knight Rolleri Sheppard CPAS, LLP  
Fairfield, Connecticut  
February 15, 2017

**Statement Regarding Exemptive Provision  
Under Rule 15c3-3  
December 31, 2016**

Alderman & Company Capital, LLC (The Company) asserts, to its best knowledge and belief, the following:

- 1) The Company claims an exemption from SEC Rule 15c3-3 under subsection (k)(2)(i)
- 2) The Company met such exemption provisions in SEC Rule 15c3-3 under subsection (k)(2)(i) from January 1, 2016 to December 31, 2016 without exception.

Signature: \_\_\_\_\_

A handwritten signature in black ink, appearing to be "Wiley", written over a horizontal line.



Knight • Rolleri • Sheppard, CPAS, LLP  
Michael J. Knight, CPA, CVA, CFE, ABV  
John M. Rolleri, CPA, CFE  
Ryan C. Sheppard, CPA, CFF

**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM ON APPLYING  
AGREED-UPON PROCEDURES**

To the Member of Alderman & Company Capital, LLC

In accordance with Rule 17a-5(e)(4) under the Securities Exchange Act of 1934 and with the SIPC Series 600 Rules, we have performed the procedures enumerated below with respect to the accompanying General Assessment Reconciliation (Form SIPC-7) to the Securities Investor Protection Corporation (SIPC) for the year ended December 31, 2016, which were agreed to by Alderman & Company Capital, LLC and SIPC, solely to assist you and the other specified parties in evaluating Alderman & Company Capital, LLC's compliance with the applicable instructions of Form SIPC-7. Alderman & Company Capital, LLC's management is responsible for Alderman & Company Capital, LLC's compliance with those requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the Public Company Accounting Oversight Board (United States). The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose. The procedures we performed and our findings are as follows:

- 1) Compared the listed assessment payments in Form SIPC-7 with respective cash disbursement records entries, noting no differences;
- 2) Compared the amounts reported on the audited Form X-17A-5 (FOCUS Report) for the year ended December 31, 2016 with the amounts reported in Form SIPC-7 for the year ended December 31, 2016, noting no differences;
- 3) Compared any adjustments reported in Form SIPC-7 with supporting schedules and working papers, noting no differences;
- 4) Proved the arithmetical accuracy of the calculations reflected in Form SIPC-7 and in the related schedules and working papers supporting the adjustments, noting no differences; and
- 5) Compared the amount of any overpayment applied to the current assessment with the Form SIPC-7 on which it was originally computed, noting no differences.

We were not engaged to, and did not conduct an examination, the objective of which would be the expression of an opinion on compliance. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the specified parties listed above and is not intended to be and should not be used by anyone other than these specified parties.

***Knight Rolleri Sheppard CPAS, LLP***

Knight Rolleri Sheppard CPAS, LLP  
Fairfield, Connecticut  
February 15, 2017

**Alderman & Company Capital, LLC**  
**Determination of SIPC Net Operating Revenues**  
**and General Assessment**  
**For the Year Ended December 31, 2016**

**Schedule of Assessment Payments**

<b>General Assessment</b>	<b>\$ 806</b>
<b><u>Payments Made:</u></b>	
<b>Date Paid:</b>	
<b>August 9, 2016</b>	<b>\$ 798</b>
<b>Total payments</b>	<hr/> <b>(798)</b>
<b>Interest on late payment(s)</b>	<hr/> <b>-</b>
<b>Total assessment balance and interest due</b>	<hr/> <b>\$ 8</b> <hr/>
<b>Payment made with Form SIPC 7</b>	<hr/> <b>\$ 8</b> <hr/>

See independent accountant's agreed-upon procedures report on  
schedule of assessments and payments (Form SIPC-7)



**Alderman & Company Capital, LLC**  
**Determination of SIPC Net Operating Revenues**  
**and General Assessment**

**For the Year Ended December 31, 2016**

**Schedule of Assessment Payments**

<b>Total revenues</b>	\$ 322,590
-----------------------	------------

**Additions:**

None

**Deductions:**

None

-

<b>SIPC net operating revenues</b>	<u>\$ 322,590</u>
------------------------------------	-------------------

<b>General assessment</b>	<u>\$ 806</u>
---------------------------	---------------

See independent accountant's agreed-upon procedures report on  
schedule of assessments and payments (Form SIPC-7)